

**Department of Management and Budget
Office of Purchasing**

**Report of Proposed Changes in Excess of \$500,000
To Current Contracts for Computer Software
Development, Hardware Acquisition, or Quality Assurance**

Sec. 713 of Public Act 528 of 2002

(March 12, 2003)

Questions regarding this report may be directed to Jim Konrad, 517-373-0315

March 12, 2003

**BID TABULATION AND RECOMMENDATION FOR AWARD
DEPARTMENT OF MANAGEMENT AND BUDGET
ACQUISITION SERVICES**

CONTRACT 071B7000569 - Medicaid Enrollment Services -
DESCRIPTION: Department of Community Health

CONTRACT PERIOD: 7/1/97 through 9/30/03 (6 years and 3 months)

CONTRACTOR: **INCREASE**

Maximus, Inc., McLean, VA \$1,984,488.00

[X] Check if contract is extended. (3 Months)

DESCRIPTION OF PURCHASE:

The Department of Community Health (DCH) would like to extend the contract three months, from 7/1/03 to 9/30/03, to provide beneficiary and enrollment services to Medicaid and Children's Special Health Care Services beneficiaries. This contract extension includes the original scope of work and expansion of Beneficiary Help Line Services related to the transition to the mi Health Card, Health Insurance Portability and Accountability (HIPAA) privacy notices, and other upcoming changes in the Medicaid programs such as elimination of the caretaker relative program.

In addition, DCH would like a cost expansion of \$1,984,488.00 to have adequate funding for the above-mentioned period. DCH is working with the Department of Management & Budget to issue a competitive bid to replace this contract when it expires. This contract expansion will allow adequate time for completing the bid and award formalities.

FUNDING: 50% Federal and 50% State General Fund.

PRICE CLAUSE: Prices may be modified to the State's benefit by the mutual agreement of the parties to the contract.

CS-138: #391S0002082

ORIGINAL CONTRACT AMOUNT: \$22,368,222.00

CURRENT CONTRACT AMOUNT: \$44,646,027.00

PROPOSED AMENDMENT INCREASE AMOUNT: \$1,984,488.00

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND ORIGINAL
CONTRACT AMOUNT: 9%**

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND CURRENT
CONTRACT AMOUNT: 4%**

ESTIMATED 03 FISCAL YEAR INCREASE: \$1,984,488.00

NEW TOTAL CONTRACT COST: \$46,630,515.00

☒ Check if > \$500,000 for software development, computer hardware acquisition or quality assurance?

INFORMATION BELOW THIS LINE FOR INTERNAL USE ONLY

Buyer Signature

Manager Signature

Division Director Signature

Acquisition Services Director Signature